

1120

Form
Department of the Treasury
Internal Revenue Service

U.S. Corporation Income Tax Return

For calendar year 2023 or tax year beginning

, ending

Go to www.irs.gov/Form1120 for instructions and the latest information.

OMB No. 1545-0123

2023

A Check if:

1a Consolidated return
(attach Form 851)b Life/nonlife consoli-
dated return2 Personal holding co.
(attach Sch. PH)3 Personal service corp.
(see instructions)

4 Schedule M-3 attached

TYPE
OR
PRINT

Name

CONTROP USA INC

Number, street, and room or suite no. If a P.O. box, see instructions.

20501 SENECA MEADOWS PARKWAY, SUITE

City or town, state or province, country, and ZIP or foreign postal code

GERMANTOWN MD 20876

B Employer identification number

20-1338085

C Date incorporated

06/09/2004

D Total assets (see instructions)

\$ 2,548,494

E Check if: (1)

Initial return (2)

Final return (3)

Name change (4)

Address change

Income

1a Gross receipts or sales

1a

2,872,767

b Returns and allowances

1b

c Balance. Subtract line 1b from line 1a

1c

2,872,767

2 Cost of goods sold (attach Form 1125-A)

2

1,249,107

3 Gross profit. Subtract line 2 from line 1c

3

1,623,660

4 Dividends and inclusions (Schedule C, line 23)

4

5 Interest

5

1,502

6 Gross rents

6

7 Gross royalties

7

8 Capital gain net income (attach Schedule D (Form 1120))

8

9 Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)

9

10 Other income (see instructions—attach statement)

10

11 Total income. Add lines 3 through 10

11

1,625,162

Deductions (See instructions for limitations on deductions.)

12 Compensation of officers (see instructions—attach Form 1125-E)

12

13 Salaries and wages (less employment credits)

13

838,192

14 Repairs and maintenance

14

4,538

15 Bad debts

15

16 Rents

16

67,346

17 Taxes and licenses

17

66,579

18 Interest (see instructions)

18

146

19 Charitable contributions

19

20 Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562)

20

38,825

21 Depletion

21

22 Advertising

22

23 Pension, profit-sharing, etc., plans

23

24 Employee benefit programs

24

91,565

25 Energy efficient commercial buildings deduction (attach Form 7205)

25

26 Other deductions (attach statement)

SEE STMT 1

26

456,966

27 Total deductions. Add lines 12 through 26

27

1,564,157

28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11

28

61,005

29a Net operating loss deduction (see instructions)

29a

48,804

b Special deductions (Schedule C, line 24)

29b

c Add lines 29a and 29b

29c

48,804

Tax, Refundable Credits, and
Payments

30 Taxable income. Subtract line 29c from line 28. See instructions

30

12,201

31 Total tax (Schedule J, Part I, line 11)

31

2,562

32 Reserved for future use

32

33 Total payments and credits (Schedule J, Part II, line 23)

33

34 Estimated tax penalty. See instructions. Check if Form 2220 is attached

X

34

137

35 Amount owed. If line 33 is smaller than the total of lines 31 and 34, enter amount owed

35

2,699

36 Overpayment. If line 33 is larger than the total of lines 31 and 34, enter amount overpaid

36

37 Enter amount from line 36 you want: Credited to 2024 estimated tax

Refunded

37

Sign
Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

May the IRS discuss this return with the preparer shown below? See instructions. ☒ Yes ☐ No

Signature of officer ROEY BAHAT

Date

COO

Title

Paid
Preparer
Use OnlyPrint/Type preparer's name
YOAV KATZPreparer's signature
YOAV KATZ

Date

04/01/24

Check ☐ if
self-employed

PTIN

P01057947

Firm's name KATZ & CO., P.A.

Firm's EIN 52-1260827

Firm's address 4641 MONTGOMERY AVE STE 200

Phone no.

BETHESDA, MD

20814

301-951-8700

For Paperwork Reduction Act Notice, see separate instructions.

DAA

Form 1120 (2023)

Schedule C Dividends, Inclusions, and Special Deductions (see instructions)		(a) Dividends and inclusions	(b) %	(c) Special deductions (a) x (b)
1	Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)		50	
2	Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)		65	
3	Dividends on certain debt-financed stock of domestic and foreign corporations		See instructions	
4	Dividends on certain preferred stock of less-than-20%-owned public utilities		23.3	
5	Dividends on certain preferred stock of 20%-or-more-owned public utilities		26.7	
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs		50	
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs		65	
8	Dividends from wholly owned foreign subsidiaries		100	
9	Subtotal. Add lines 1 through 8. See instructions for limitations		See instructions	
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11	Dividends from affiliated group members		100	
12	Dividends from certain FSCs		100	
13	Foreign-source portion of dividends received from a specified 10%-owned foreign corporation (excluding hybrid dividends) (see instructions)		100	
14	Dividends from foreign corporations not included on line 3, 6, 7, 8, 11, 12, or 13 (including any hybrid dividends)			
15	Reserved for future use			
16a	Subpart F inclusions derived from the sale by a controlled foreign corporation (CFC) of the stock of a lower-tier foreign corporation treated as a dividend (attach Form(s) 5471) (see instructions)		100	
b	Subpart F inclusions derived from hybrid dividends of tiered corporations (attach Form(s) 5471) (see instructions)			
c	Other inclusions from CFCs under subpart F not included on line 16a, 16b, or 17 (attach Form(s) 5471) (see instructions)			
17	Global Intangible Low-Taxed Income (GILTI) (attach Form(s) 5471 and Form 8992)			
18	Gross-up for foreign taxes deemed paid			
19	IC-DISC and former DISC dividends not included on line 1, 2, or 3			
20	Other dividends			
21	Deduction for dividends paid on certain preferred stock of public utilities			
22	Section 250 deduction (attach Form 8993)			
23	Total dividends and inclusions. Add column (a), lines 9 through 20. Enter here and on page 1, line 4			
24	Total special deductions. Add column (c), lines 9 through 22. Enter here and on page 1, line 29b			

Schedule J Tax Computation and Payment (see instructions)**Part I—Tax Computation**

1	Income tax. See instructions	1	2,562
2	Base erosion minimum tax amount (attach Form 8991)	2	
3	Corporate alternative minimum tax from Form 4626, Part II, line 13 (attach Form 4626)	3	
4	Add lines 1, 2, and 3	4	2,562
5a	Foreign tax credit (attach Form 1118)	5a	
b	Credit from Form 8834 (see instructions)	5b	
c	General business credit (see instructions—attach Form 3800)	5c	
d	Credit for prior year minimum tax (attach Form 8827)	5d	
e	Bond credits from Form 8912	5e	
6	Total credits. Add lines 5a through 5e	6	0
7	Subtract line 6 from line 4	7	2,562
8	Personal holding company tax (attach Schedule PH (Form 1120))	8	
9a	Recapture of investment credit (attach Form 4255)	9a	
b	Recapture of low-income housing credit (attach Form 8611)	9b	
c	Interest due under the look-back method—completed long-term contracts (attach Form 8697)	9c	
d	Interest due under the look-back method—income forecast method (attach Form 8866)	9d	
e	Alternative tax on qualifying shipping activities (attach Form 8902)	9e	
f	Interest/tax due under section 453A(c)	9f	
g	Interest/tax due under section 453(l)	9g	
z	Other (see instructions—attach statement)	9z	
10	Total. Add lines 9a through 9z	10	
11	Total tax. Add lines 7, 8, and 10. Enter here and on page 1, line 31	11	2,562

Part II—Payments and Refundable Credits

12	Reserved for future use	12	
13	Preceding year's overpayment credited to the current year	13	
14	Current year's estimated tax payments	14	
15	Current year's refund applied for on Form 4466	15	()
16	Combine lines 13, 14, and 15	16	
17	Tax deposited with Form 7004	17	
18	Withholding (see instructions)	18	
19	Total payments. Add lines 16, 17, and 18	19	
20	Refundable credits from:		
a	Form 2439	20a	
b	Form 4136	20b	
c	Reserved for future use	20c	
z	Other (attach statement—see instructions)	20z	
21	Total credits. Add lines 20a through 20z	21	
22	Elective payment election amount from Form 3800	22	
23	Total payments and credits. Add lines 19, 21, and 22. Enter here and on page 1, line 33	23	

Schedule K Other Information (see instructions)

1	Check accounting method: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) _____	Yes	No																
2	See the instructions and enter the:																		
a	Business activity code no. 423990																		
b	Business activity IMPORTER DISTRIBUTOR																		
c	Product or service PHOTOELECTRONIC EQUIPMENT																		
3	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? If "Yes," enter name and EIN of the parent corporation _____		X																
4	At the end of the tax year:																		
a	Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part I of Schedule G (Form 1120) (attach Schedule G) _____	X																	
b	Did any individual or estate own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part II of Schedule G (Form 1120) (attach Schedule G) _____		X																
5	At the end of the tax year, did the corporation:																		
a	Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation not included on Form 851, Affiliations Schedule? For rules of constructive ownership, see instructions If "Yes," complete (i) through (iv) below.		X																
<table border="1" style="width:100%; border-collapse: collapse;"><thead><tr><th style="width:50%;">(i) Name of Corporation</th><th style="width:20%;">(ii) Employer Identification Number (if any)</th><th style="width:20%;">(iii) Country of Incorporation</th><th style="width:10%;">(iv) Percentage Owned in Voting Stock</th></tr></thead><tbody><tr><td> </td><td> </td><td> </td><td> </td></tr><tr><td> </td><td> </td><td> </td><td> </td></tr><tr><td> </td><td> </td><td> </td><td> </td></tr></tbody></table>				(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage Owned in Voting Stock												
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b	Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions If "Yes," complete (i) through (iv) below.		X																
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6	During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? See sections 301 and 316 If "Yes," file Form 5452, Corporate Report of Nondividend Distributions. See the instructions for Form 5452. If this is a consolidated return, answer here for the parent corporation and on Form 851 for each subsidiary.		X																
7	At any time during this tax year, did one foreign person own, directly or indirectly, at least 25% of the total voting power of all classes of the corporation's stock entitled to vote or at least 25% of the total value of all classes of the corporation's stock? For rules of attribution, see section 318. If "Yes," enter: (a) Percentage owned 100.000 and (b) Owner's country ISRAEL (c) The corporation may have to file Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter the number of Forms 5472 attached 1	X																	
8	Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.																		
9	Enter the amount of tax-exempt interest received or accrued during this tax year \$ 0																		
10	Enter the number of shareholders at the end of the tax year (if 100 or fewer) 1																		
11	If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here (see instructions) <input type="checkbox"/> If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election will not be valid.																		
12	Enter the available NOL carryover from prior tax years (do not reduce it by any deduction reported on page 1, line 29a) \$ 174,464																		

Schedule K Other Information (continued from page 4)

	Yes	No
13 Are the corporation's total receipts (page 1, line 1a, plus lines 4 through 10) for the tax year and its total assets at the end of the tax year less than \$250,000? If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during this tax year \$		X
14 Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement? See instructions If "Yes," complete and attach Schedule UTP.		X
15a Did the corporation make any payments that would require it to file Form(s) 1099?	X	
b If "Yes," did or will the corporation file required Form(s) 1099?	X	
16 During this tax year, did the corporation have an 80%-or-more change in ownership, including a change due to redemption of its own stock?		X
17 During or subsequent to this tax year, but before the filing of this return, did the corporation dispose of more than 65% (by value) of its assets in a taxable, non-taxable, or tax deferred transaction?		X
18 Did this corporation receive assets in a section 351 transfer in which any of the transferred assets had a fair market basis or fair market value of more than \$1 million?		X
19 During this corporation's tax year, did the corporation make any payments that would require it to file Forms 1042 and 1042-S under chapter 3 (sections 1441 through 1464) or chapter 4 (sections 1471 through 1474) of the Code?		X
20 Is the corporation operating on a cooperative basis?		X
21 During this tax year, did the corporation pay or accrue any interest or royalty for which the deduction is not allowed under section 267A? See instructions If "Yes," enter the total amount of the disallowed deductions \$		X
22 Does this corporation have gross receipts of at least \$500 million in any of the 3 preceding tax years? (See sections 59A(e)(2) and (3).) If "Yes," complete and attach Form 8991.		X
23 Did the corporation have an election under section 163(j) for any real property trade or business or any farming business in effect during this tax year? See instructions		X
24 Does the corporation satisfy one or more of the following? If "Yes," complete and attach Form 8990. See instructions a The corporation owns a pass-through entity with current, or prior year carryover, excess business interest expense. b The corporation's aggregate average annual gross receipts (determined under section 448(c)) for the 3 tax years preceding the current tax year are more than \$29 million and the corporation has business interest expense. c The corporation is a tax shelter and the corporation has business interest expense.		X
25 Is the corporation attaching Form 8996 to certify as a Qualified Opportunity Fund? If "Yes," enter amount from Form 8996, line 15 \$		X
26 Since December 22, 2017, did a foreign corporation directly or indirectly acquire substantially all of the properties held directly or indirectly by the corporation, and was the ownership percentage (by vote or value) for purposes of section 7874 greater than 50% (for example, the shareholders held more than 50% of the stock of the foreign corporation)? If "Yes," list the ownership percentage by vote and by value. See instructions Percentage: By Vote By Value		X
27 At any time during this tax year, did the corporation (a) receive a digital asset (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or a financial interest in a digital asset)? See instructions		X
28 Is the corporation a member of a controlled group? If "Yes," attach Schedule O (Form 1120). See instructions.		X
29 Corporate Alternative Minimum Tax: a Was the corporation an applicable corporation under section 59(k)(1) in any prior tax year? If "Yes," go to question 29b. If "No," skip to question 29c. b Is the corporation an applicable corporation under section 59(k)(1) in the current tax year because the corporation was an applicable corporation in the prior tax year? If "Yes," complete and attach Form 4626. If "No," continue to question 29c. c Does the corporation meet the requirements of the safe harbor method as provided under section 59(k)(3)(A), for the current tax year? See instructions If "No," complete and attach Form 4626. If "Yes," the corporation is not required to file Form 4626.	X	
30 Is the corporation required to file Form 7208 relating to the excise tax on repurchase of corporate stock (see instructions): a Under the rules for stock repurchased by a covered corporation (or stock acquired by its specified affiliate)? b Under the applicable foreign corporation rules? c Under the covered surrogate foreign corporation rules? If "Yes" to either (a), (b), or (c), complete Form 7208, Excise Tax on Repurchase of Corporate Stock. See the Instructions for Form 7208.		X
31 Is this a consolidated return with gross receipts or sales of \$1 billion or more and a subchapter K basis adjustment, as described in the instructions, of \$10 million or more? If "Yes," attach a statement. See instructions.		X

Schedule L Balance Sheets per Books

		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash		525,266		506,194
2a	Trade notes and accounts receivable	1,385,304		1,679,533	
b	Less allowance for bad debts		1,385,304		1,679,533
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (att. stmt.) STMT 2		7,868		8,338
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach stmt.)				
10a	Buildings and other depreciable assets	257,973		466,867	
b	Less accumulated depreciation	130,215	127,758	169,039	297,828
11a	Depletable assets				
b	Less accumulated depletion				
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization				
14	Other assets (attach stmt.) STMT 3		6,038		56,601
15	Total assets		2,052,234		2,548,494
Liabilities and Shareholders' Equity					
16	Accounts payable		558,488		1,123,380
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (att. stmt.) STMT 4		874,460		754,635
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach statement)				
22	Capital stock: a Preferred stock	1		1	
	b Common stock	1	2	1	2
23	Additional paid-in capital		998		998
24	Retained earnings—Appropriated (att. stmt.)				
25	Retained earnings—Unappropriated		618,286		669,479
26	Adjustments to SH equity (att. stmt.)				
27	Less cost of treasury stock				
28	Total liabilities and shareholders' equity		2,052,234		2,548,494

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return

Note: The corporation may be required to file Schedule M-3. See instructions.

1	Net income (loss) per books	51,193	7	Income recorded on books this year not included on this return (itemize):	
2	Federal income tax per books	8,805		Tax-exempt interest \$	
3	Excess of capital losses over capital gains				
4	Income subject to tax not recorded on books this year (itemize):				
5	Expenses recorded on books this year not deducted on this return (itemize):		8	Deductions on this return not charged against book income this year (itemize):	
a	Depreciation \$		a	Depreciation \$	
b	Charitable contributions \$		b	Charitable contributions \$	
c	Travel and entertainment \$	1,007			
		1,007			
6	Add lines 1 through 5	61,005	9	Add lines 7 and 8	
			10	Income (page 1, line 28)—line 6 less line 9	61,005

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Schedule L, Line 25)

1	Balance at beginning of year	618,286	5	Distributions: a Cash	
2	Net income (loss) per books	51,193		b Stock	
3	Other increases (itemize):			c Property	
			6	Other decreases (itemize):	
			7	Add lines 5 and 6	
4	Add lines 1, 2, and 3	669,479	8	Balance at end of year (line 4 less line 7)	669,479

Cost of Goods Sold

▶ Attach to Form 1120, 1120-C, 1120-F, 1120S, or 1065.
▶ Go to www.irs.gov/Form1125A for the latest information.

OMB No. 1545-0123

Name

CONTROP USA INC

Employer identification number

20-1338085

1	Inventory at beginning of year	1	
2	Purchases	2	1,011,034
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule) STMT 5	5	238,073
6	Total. Add lines 1 through 5	6	1,249,107
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return. See instructions	8	1,249,107

9a Check all methods used for valuing closing inventory:

(i) ☒ Cost

(ii) ☐ Lower of cost or market

(iii) ☐ Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods ▶ ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ ☐

d If the LIFO inventory method was used for this tax year, enter amount of closing inventory computed under LIFO **9d**

e If property is produced or acquired for resale, do the rules of section 263A apply to the entity? See instructions ☐ Yes ☐ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☒ No

For Paperwork Reduction Act Notice, see instructions.

Form **1125-A** (Rev. 11-2018)

**SCHEDULE G
(Form 1120)**(Rev. December 2011)
Department of the Treasury
Internal Revenue Service**Information on Certain Persons Owning the
Corporation's Voting Stock**

▶ Attach to Form 1120.

▶ See instructions on page 2.

OMB No. 1545-0123

Name

Employer identification number (EIN)

CONTROP USA INC**20-1338085**

Part I **Certain Entities Owning the Corporation's Voting Stock.** (Form 1120, Schedule K, Question 4a). Complete columns (i) through (v) below for any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Percentage Owned in Voting Stock
CONTROP PRECISION TECHNOLOGIES LTD		FOREIGN CORP	ISRAEL	100.000

Part II **Certain Individuals and Estates Owning the Corporation's Voting Stock.** (Form 1120, Schedule K, Question 4b). Complete columns (i) through (iv) below for any individual or estate that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

(i) Name of Individual or Estate	(ii) Identifying Number (if any)	(iii) Country of Citizenship (see instructions)	(iv) Percentage Owned in Voting Stock

For Paperwork Reduction Act Notice,
see the Instructions for Form 1120.

Schedule G (Form 1120) (Rev. 12-2011)

Department of the Treasury
Internal Revenue ServiceAttach to the corporation's tax return.
Go to www.irs.gov/Form2220 for instructions and the latest information.**2023**

Name

CONTROP USA INC

Employer identification number

20-1338085

Note: Generally, the corporation is not required to file Form 2220 (see Part II below for exceptions) because the IRS will figure any penalty owed and bill the corporation. However, the corporation may still use Form 2220 to figure the penalty. If so, enter the amount from page 2, line 38, on the estimated tax penalty line of the corporation's income tax return, but **do not** attach Form 2220.

Part I Required Annual Payment

1 Total tax (see instructions)	1	2,562
2a Personal holding company tax (Schedule PH (Form 1120), line 26) included on line 1	2a	
b Look-back interest included on line 1 under section 460(b)(2) for completed long-term contracts or section 167(g) for depreciation under the income forecast method	2b	
c Credit for federal tax paid on fuels (see instructions)	2c	
d Total. Add lines 2a through 2c	2d	
3 Subtract line 2d from line 1. If the result is less than \$500, do not complete or file this form. The corporation does not owe the penalty	3	2,562
4 Enter the tax shown on the corporation's 2022 income tax return. See instructions. Caution: If the tax is zero or the tax year was for less than 12 months, skip this line and enter the amount from line 3 on line 5	4	8,452
5 Required annual payment. Enter the smaller of line 3 or line 4. If the corporation is required to skip line 4, enter the amount from line 3	5	2,562

Part II Reasons for Filing—Check the boxes below that apply. If any boxes are checked, the corporation **must** file Form 2220 even if it does not owe a penalty. See instructions.

- 6** ☐ The corporation is using the adjusted seasonal installment method.
- 7** ☐ The corporation is using the annualized income installment method.
- 8** ☐ The corporation is a "large corporation" figuring its first required installment based on the prior year's tax.

Part III Figuring the Underpayment

	(a)	(b)	(c)	(d)	
9 Installment due dates. Enter in columns (a) through (d) the 15th day of the 4th (Form 990-PF filers: Use 5th month), 6th, 9th, and 12th months of the corporation's tax year	9	04/15/23	06/15/23	09/15/23	12/15/23
10 Required installments. If the box on line 6 and/or line 7 above is checked, enter the amounts from Schedule A, line 38. If the box on line 8 (but not 6 or 7) is checked, see instructions for the amounts to enter. If none of these boxes are checked, enter 25% (0.25) of line 5 above in each column	10	641	640	641	640
11 Estimated tax paid or credited for each period. For column (a) only, enter the amount from line 11 on line 15. See instructions	11				
Complete lines 12 through 18 of one column before going to the next column.					
12 Enter amount, if any, from line 18 of the preceding column	12				
13 Add lines 11 and 12	13				
14 Add amounts on lines 16 and 17 of the preceding column	14		641	1,281	1,922
15 Subtract line 14 from line 13. If zero or less, enter -0-	15	0	0	0	0
16 If the amount on line 15 is zero, subtract line 13 from line 14. Otherwise, enter -0-	16		641	1,281	
17 Underpayment. If line 15 is less than or equal to line 10, subtract line 15 from line 10. Then go to line 12 of the next column. Otherwise, go to line 18	17	641	640	641	640
18 Overpayment. If line 10 is less than line 15, subtract line 10 from line 15. Then go to line 12 of the next column	18				

Go to **Part IV** on page 2 to figure the penalty. Do not go to **Part IV** if there are no entries on line 17—no penalty is owed.

For Paperwork Reduction Act Notice, see separate instructions.

Form **2220** (2023)

Part IV Figuring the Penalty

	(a)	(b)	(c)	(d)
19 Enter the date of payment or the 15th day of the 4th month after the close of the tax year, whichever is earlier. <i>(C corporations with tax years ending June 30 and S corporations: Use 3rd month instead of 4th month. Form 990-PF and Form 990-T filers: Use 5th month instead of 4th month.)</i> See instructions	19	SEE WORKSHEET		
20 Number of days from due date of installment on line 9 to the date shown on line 19	20			
21 Number of days on line 20 after 4/15/2023 and before 7/1/2023	21			
22 Underpayment on line 17 x $\frac{\text{Number of days on line 21}}{365}$ x 7% (0.07)	22	\$	\$	\$
23 Number of days on line 20 after 6/30/2023 and before 10/1/2023	23			
24 Underpayment on line 17 x $\frac{\text{Number of days on line 23}}{365}$ x 7% (0.07)	24	\$	\$	\$
25 Number of days on line 20 after 9/30/2023 and before 1/1/2024	25			
26 Underpayment on line 17 x $\frac{\text{Number of days on line 25}}{365}$ x 8% (0.08)	26	\$	\$	\$
27 Number of days on line 20 after 12/31/2023 and before 4/1/2024	27			
28 Underpayment on line 17 x $\frac{\text{Number of days on line 27}}{366}$ x %	28	\$	\$	\$
29 Number of days on line 20 after 3/31/2024 and before 7/1/2024	29			
30 Underpayment on line 17 x $\frac{\text{Number of days on line 29}}{366}$ x %	30	\$	\$	\$
31 Number of days on line 20 after 6/30/2024 and before 10/1/2024	31			
32 Underpayment on line 17 x $\frac{\text{Number of days on line 31}}{366}$ x %	32	\$	\$	\$
33 Number of days on line 20 after 9/30/2024 and before 1/1/2025	33			
34 Underpayment on line 17 x $\frac{\text{Number of days on line 33}}{366}$ x %	34	\$	\$	\$
35 Number of days on line 20 after 12/31/2024 and before 3/16/2025	35			
36 Underpayment on line 17 x $\frac{\text{Number of days on line 35}}{365}$ x %	36	\$	\$	\$
37 Add lines 22, 24, 26, 28, 30, 32, 34, and 36	37	\$	\$	\$
38 Penalty. Add columns (a) through (d) of line 37. Enter the total here and on Form 1120, line 34; or the comparable line for other income tax returns	38	\$		137

*Use the penalty interest rate for each calendar quarter, which the IRS will determine during the first month in the preceding quarter. These rates are published quarterly in an IRS News Release and in a revenue ruling in the Internal Revenue Bulletin. To obtain this information on the Internet, access the IRS website at www.irs.gov. You can also call 800-829-4933 to get interest rate information.

Form 2220	Underpayment of Estimated Tax by Corporations Worksheet	2023
For calendar year 2023 or tax year beginning , ending		

Name CONTROP USA INC	Employer Identification Number 20-1338085
--------------------------------	---

	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr
Due date of estimated payment	04/15/23	06/15/23	09/15/23	12/15/23
Amount of underpayment	641	640	641	640
Withholding				
	1st Pymt	2nd Pymt	3rd Pymt	4th Pymt
Date of payment				5th Pymt
Amount of payment				

QTR	FROM	TO	UNDERPAYMENT	DAYS	RATE	PENALTY
1	4/15/23	9/30/23	641	168	7.00	21
1	9/30/23	12/31/23	641	92	8.00	13
1	12/31/23	4/15/24	641	106	8.00	15
2	6/15/23	9/30/23	640	107	7.00	13
2	9/30/23	12/31/23	640	92	8.00	13
2	12/31/23	4/15/24	640	106	8.00	15
3	9/15/23	9/30/23	641	15	7.00	2
3	9/30/23	12/31/23	641	92	8.00	13
3	12/31/23	4/15/24	641	106	8.00	15
4	12/15/23	12/31/23	640	16	8.00	2
4	12/31/23	4/15/24	640	106	8.00	15
TOTAL PENALTY						137
						=====

Depreciation and Amortization
(Including Information on Listed Property)

OMB No. 1545-0172

Department of the Treasury
Internal Revenue Service

Attach to your tax return.

Go to www.irs.gov/Form4562 for instructions and the latest information.

2023

Attachment
Sequence No. 179

Name(s) shown on return

CONTROP USA INC

Identifying number

20-1338085

Business or activity to which this form relates

REGULAR DEPRECIATION

Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	1,160,000
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	2,890,000
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2022 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5. See instructions	11	
12	Section 179 expense deduction. Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2024. Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property. See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year. See instructions	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	38,825

Part III MACRS Depreciation (Don't include listed property. See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2023	17	0
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here		

Section B—Assets Placed in Service During 2023 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
i Nonresidential real property			27.5 yrs.	MM	S/L	
			39 yrs.	MM	S/L	
				MM	S/L	

Section C—Assets Placed in Service During 2023 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 30-year			30 yrs.	MM	S/L	
d 40-year			40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions	22	38,825
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

DAA

THERE ARE NO AMOUNTS FOR PAGE 2 Form 4562 (2023)

Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business

(Under Sections 6038A and 6038C of the Internal Revenue Code)

OMB No. 1545-0123

Department of the Treasury
Internal Revenue ServiceFor tax year of the reporting corporation beginning **01/01/23**, and ending **12/31/23**

Note: Enter all information in English and money items in U.S. dollars.

Part I Reporting Corporation (see instructions). All reporting corporations must complete Part I.

1a Name of reporting corporation CONTROP USA INC		1b Employer identification number 20-1338085
Number, street, and room or suite no. (If a P.O. box, see instructions.) 20501 SENECA MEADOWS PARKWAY, SUITE		1c Total assets
City or town, state, and ZIP code (If a foreign address, see instructions.) GERMANTOWN MD 20876		\$ 2,548,494
1d Principal business activity IMPORTER DISTRIBUTOR		1e Principal business activity code 423990
1f Total value of gross payments made or received reported on this Form 5472. See instructions. \$ 586,214	1g Total number of Forms 5472 filed for the tax year 1	1h Total value of gross payments made or received reported on all Form 5472. See instructions. \$ 586,214
1i Check here if this is a consolidated filing of Form 5472 <input type="checkbox"/>	1j Check here if this is the initial year for which the U.S. reporting corporation is filing a Form 5472 <input type="checkbox"/>	1k Total number of Parts VIII attached to Form 5472
1l Country of incorporation USA		
1m Date of incorporation 06/09/2004	1n Country(ies) under whose laws the reporting corporation files an income tax return as a resident USA	1o Principal country(ies) where business is conducted USA
2 Check here if, at any time during the tax year, any foreign person owned, directly or indirectly, at least 50% of (a) the total voting power of all classes of the stock of the reporting corporation entitled to vote, or (b) the total value of all classes of stock of the reporting corporation <input type="checkbox"/>		
3 Check here if the reporting corporation is a foreign-owned domestic disregarded entity (foreign-owned U.S. DE) treated as a corporation for purposes of section 6038A. See instructions <input type="checkbox"/>		

Part II 25% Foreign Shareholder (see instructions)Check here if any direct (or ultimate indirect) 25% foreign shareholder listed in Part II is a surrogate foreign corporation under section 7874(a)(2)(B). ☐

4a Name and address of direct 25% foreign shareholder CONTROP PRECISION THECHNOLOGIES P.O.BOX 611 HOD HASHARON ISRAEL		4b(1) U.S. identifying number, if any FOREIGNUS
		4b(2) Reference ID number (see instructions) CONTROPPRECISION
4b(3) Foreign taxpayer identification number (FTIN), if any (see instr.)	4c Principal country(ies) where business is conducted ISRAEL	4d Country of citizenship, organization, or incorporation ISRAEL
		4e Country(ies) under whose laws the direct 25% foreign shareholder files an income tax return as a resident ISRAEL
5a Name and address of direct 25% foreign shareholder		5b(1) U.S. identifying number, if any
		5b(2) Reference ID number (see instructions)
5b(3) FTIN, if any (see instructions)	5c Principal country(ies) where business is conducted	5d Country of citizenship, organization, or incorporation
		5e Country(ies) under whose laws the direct 25% foreign shareholder files an income tax return as a resident
6a Name and address of ultimate indirect 25% foreign shareholder		6b(1) U.S. identifying number, if any
		6b(2) Reference ID number (see instructions)
6b(3) FTIN, if any (see instructions)	6c Principal country(ies) where business is conducted	6d Country of citizenship, organization, or incorporation
		6e Country(ies) under whose laws the ultimate indirect 25% foreign shareholder files an income tax return as a resident
7a Name and address of ultimate indirect 25% foreign shareholder		7b(1) U.S. identifying number, if any
		7b(2) Reference ID number (see instructions)
7b(3) FTIN, if any (see instructions)	7c Principal country(ies) where business is conducted	7d Country of citizenship, organization, or incorporation
		7e Country(ies) under whose laws the ultimate indirect 25% foreign shareholder files an income tax return as a resident

Part III Related Party (see instructions). All reporting corporations must complete this question and the rest of Part III.
Check applicable box: Is the related party a ☒ foreign person or ☐ U.S. person?

8a Name and address of related party
CONTROP PRECISION TECHNOLOGIES
P.O.BOX 611
HOD HASHARON **ISRAEL**

8b(1) U.S. identifying number, if any
FOREIGNUS

8b(2) Reference ID number (see instr.)
CONTROPPRECISION

8c Principal business activity **IMPORTER DISTRIBUTOR**

8b(3) FTIN, if any (see instructions)

8d Principal business activity code **423990**

8e Relationship—Check boxes that apply: ☐ Related to reporting corporation ☒ Related to 25% foreign shareholder ☐ 25% foreign shareholder

8f Principal country(ies) where business is conducted **ISRAEL**

8g Country(ies) under whose laws the related party files an income tax return as a resident **ISRAEL**

Part IV Monetary Transactions Between Reporting Corporations and Foreign Related Party (see instructions)
Caution: Part IV must be completed if the "foreign person" box is checked in the heading for Part III.
If estimates are used, check here. ☐

9 Sales of stock in trade (inventory)	9	
10 Sales of tangible property other than stock in trade	10	
11 Platform contribution transaction payments received	11	
12 Cost sharing transaction payments received	12	
13a Rents received (for other than intangible property rights)	13a	
b Royalties received (for other than intangible property rights)	13b	
14 Sales, leases, licenses, etc., of intangible property rights (for example, patents, trademarks, secret formulas)	14	
15 Consideration received for technical, managerial, engineering, construction, scientific, or like services	15	
16 Commissions received	16	
17 Amounts borrowed (see instructions) a Beginning balance b Ending balance or monthly average	17b	
18 Interest received	18	
19 Premiums received for insurance or reinsurance	19	
20 Loan guarantee fees received	20	
21 Other amounts received (see instructions)	21	586,214
22 Total. Combine amounts on lines 9 through 21	22	586,214
23 Purchases of stock in trade (inventory)	23	
24 Purchases of tangible property other than stock in trade	24	
25 Platform contribution transaction payments paid	25	
26 Cost sharing transaction payments paid	26	
27a Rents paid (for other than intangible property rights)	27a	
b Royalties paid (for other than intangible property rights)	27b	
28 Purchases, leases, licenses, etc., of intangible property rights (for example, patents, trademarks, secret formulas)	28	
29 Consideration paid for technical, managerial, engineering, construction, scientific, or like services	29	
30 Commissions paid	30	
31 Amounts loaned (see instructions) a Beginning balance b Ending balance or monthly average	31b	
32 Interest paid	32	
33 Premiums paid for insurance or reinsurance	33	
34 Loan guarantee fees paid	34	
35 Other amounts paid (see instructions)	35	
36 Total. Combine amounts on lines 23 through 35	36	0

Part V Reportable Transactions of a Reporting Corporation That Is a Foreign-Owned U.S. DE (see instructions)
Describe on an attached separate sheet any other transaction as defined by Regulations section 1.482-1(i)(7), such as amounts paid or received in connection with the formation, dissolution, acquisition, and disposition of the entity, including contributions to and distributions from the entity, and check here. ☐

Part VI Nonmonetary and Less-Than-Full Consideration Transactions Between the Reporting Corporation and the Foreign Related Party (see instructions)
Describe these transactions on an attached separate sheet and check here. ☐

Part VII Additional Information. All reporting corporations must complete Part VII.

37	Does the reporting corporation import goods from a foreign related party?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
38a	If "Yes," is the basis or inventory cost of the goods valued at greater than the customs value of the imported goods?	<input type="checkbox"/> Yes	<input type="checkbox"/> No
b	If "Yes," attach a statement explaining the reason or reasons for such difference.		
c	If the answers to questions 37 and 38a are "Yes," were the documents used to support this treatment of the imported goods in existence and available in the United States at the time of filing Form 5472?	<input type="checkbox"/> Yes	<input type="checkbox"/> No
39	During the tax year, was the foreign parent corporation a participant in any cost sharing arrangement (CSA)? If "Yes," complete Part VIII as instructed below.	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
40a	During the tax year, did the reporting corporation pay or accrue any interest or royalty for which the deduction is not allowed under section 267A? See instructions	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
b	If "Yes," enter the total amount of the disallowed deductions		\$
41a	Is the reporting corporation claiming a foreign-derived intangible income (FDII) deduction (under section 250) with respect to any transactions with the foreign related party? If "Yes," complete lines 41b, 41c, and 41d. See instructions	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
b	Enter the amount of gross receipts derived from all sales of general property to the foreign related party that the reporting corporation included in its computation of foreign-derived deduction eligible income (FDDEI). See instructions		\$
c	Enter the amount of gross receipts derived from all sales of intangible property to the foreign related party that the reporting corporation included in its computation of FDDEI. See instructions		\$
d	Enter the amount of gross receipts derived from all services provided to the foreign related party that the reporting corporation included in its computation of FDDEI. See instructions		\$
42a	Did the reporting corporation have any loan to or from the related party, to which the safe-haven rate rules of Regulations section 1.482-2(a)(2)(iii)(B) are applicable, and for which the reporting corporation used a rate of interest within the relevant safe-haven range (100% to 130% of the applicable Federal rate (AFR) for the relevant term)?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
b	Did the reporting corporation have any loan to or from the related party to which the safe-haven rate rules of Regulations section 1.482-2(a)(2)(iii)(B) are applicable, and for which the reporting corporation used a rate of interest outside the relevant safe-haven range (100% to 130% of the AFR for the relevant term)?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
43a	Did the reporting corporation issue a covered debt instrument in any of the transactions described in Regulations section 1.385-3(b)(2) during the tax year with respect to a related party that is a corporation, or, did the reporting corporation issue or refinance indebtedness owed to a related party that is a corporation during the 36 months before or after the date of a distribution or acquisition described in Regulations section 1.385-3(b)(3)(i) made by the reporting corporation, and either the issuance or refinance of indebtedness, or the distribution or acquisition, occurred during the tax year?	<input type="checkbox"/> Yes	<input type="checkbox"/> No
b	If the answer to question 43a is "Yes," provide the following.		
	(1) The amount of such transaction(s), distribution(s), and acquisition(s)		\$
	(2) The amount of such related party indebtedness		\$

Part VIII Cost Sharing Arrangement (CSA)

Note: Complete a separate Part VIII for each CSA in which the reporting corporation was a participant during the tax year. Report all amounts in U.S. dollars. (See instructions.)

44	Provide a brief description of the CSA with respect to which this Part VIII is being completed.	
45	During the course of the tax year, did the reporting corporation become a participant in the CSA?	<input type="checkbox"/> Yes <input type="checkbox"/> No
46	Was the CSA in effect before January 5, 2009?	<input type="checkbox"/> Yes <input type="checkbox"/> No
47	What was the reporting corporation's share of reasonably anticipated benefits for the CSA?	%
48a	Enter the total amount of stock-based compensation deductions claimed by the reporting corporation	\$
b	Enter the total amount of deductions for the tax year for stock-based compensation that was granted during the term of the CSA and is directly identified with, or reasonably allocable to, the intangible development activity under the CSA	\$
c	Was there any stock-based compensation granted during the term of the CSA to individuals who performed functions in business activities that generate cost shared intangibles that was not treated as directly identified with, or reasonably allocable to, the intangible development activity?	<input type="checkbox"/> Yes <input type="checkbox"/> No
49a	Enter the total amount of intangible development costs for the CSA	\$
b	Enter the amount of intangible development costs allocable to the reporting corporation based on the reporting corporation's reasonably anticipated benefits share	\$

Part IX Base Erosion Payments and Base Erosion Tax Benefits Under Section 59A (see instructions)

50	Amounts defined as base erosion payments under section 59A(d)	\$
51	Amount of base erosion tax benefits under section 59A(c)(2)	\$
52	Amount of total qualified derivative payments as described in section 59A(h) made by the reporting corporation	\$
53	Reserved for future use	<input type="checkbox"/>

Net Operating Loss Carryover Worksheet

Form **1120**

2023

For calendar year 2023 or tax year beginning , ending

Name **CONTROP USA INC** Employer Identification Number **20-1338085**

Preceding Taxable Year	Adj. To NOL Inc/(Loss) After Adj.	Prior Year		Current Year	Next Year
		NOL Utilized (Income Offset)	Carryovers	Income Offset By NOL Carryback/ Carryover NOL Utilized	Carryover
20th 12/31/03					
19th 12/31/04					
18th 12/31/05					
17th 12/31/06					
16th 12/31/07					
15th 12/31/08					
14th 12/31/09					
13th 12/31/10					
12th 12/31/11					
11th 12/31/12					
10th 12/31/13					
9th 12/31/14					
8th 12/31/15					
7th 12/31/16					
6th 12/31/17					
5th 12/31/18	162,802	-162,802			
4th 12/31/19	229,665	-31,434			
3rd 12/31/20	-194,236	194,236			
2nd 12/31/21	-335,451	160,987	174,464	48,804	125,660
1st 12/31/22	201,234	-160,987			
NOL Carryover Available To Current Year			174,464		
Current Year	0 61,005			48,804	0
NOL Carryover Available To Next Year					125,660

Current year net operating losses available to be utilized:

Aggregate amount of NOL arising in taxable years beginning before 1/1/18 (Pre TCJA NOL)

Aggregate amount of NOL arising in taxable years beginning after 12/31/17 (Post TCJA NOL)

174,464

Federal Statements

Statement 1 - Form 1120, Page 1, Line 26 - Other Deductions

Description	Amount
BANK CHARGES	\$ 1,760
COMMISSIONS	3,690
INSURANCE	27,440
OFFICE EXPENSE AND SUPPLIES	37,257
RECRUITING FEES	2,000
TELEPHONE	11,488
BUSINESS TRAVEL	135,031
INSPIRITY SERVICE FEE	1,308
ACCOUNTING	13,602
MARKETING SERVICES	48,000
LEGAL FEES	27,694
CONSULTING FEES	24,000
SUBSCRIPTION	6,079
MEMBERSHIP	250
EXHIBITION	57,585
LICENSE & REGISTRATION	3,576
ADMINISTRATIVE EXPENSE	2,035
SHIPPING & POSTAGE	30,435
RELOCATION EXPENSE	22,728
50% OF MEALS	1,008
TOTAL	<u>\$ 456,966</u>

Statement 2 - Form 1120, Page 6, Schedule L, Line 6 - Other Current Assets

Description	Beginning of Year	End of Year
PREPAID EXPENSES	\$ 7,868	\$ 8,338
TOTAL	<u>\$ 7,868</u>	<u>\$ 8,338</u>

Statement 3 - Form 1120, Page 6, Schedule L, Line 14 - Other Assets

Description	Beginning of Year	End of Year
SECURITY DEPOSITS	\$ 6,038	\$ 56,601
TOTAL	<u>\$ 6,038</u>	<u>\$ 56,601</u>

Statement 4 - Form 1120, Page 6, Schedule L, Line 18 - Other Current Liabilities

Description	Beginning of Year	End of Year
ACCRUED VACATION	\$ 13,691	\$ 8,427
OTHER ACCRUED EXPENSES	860,769	746,208
TOTAL	<u>\$ 874,460</u>	<u>\$ 754,635</u>

Statement 5 - Form 1125-A, Line 5 - Other Costs

<u>Description</u>	<u>Amount</u>
EQUIPMENT REPAIR & MAINT.	\$ <u>238,073</u>
TOTAL	\$ <u><u>238,073</u></u>

Federal Asset Report

Form 1120, Page 1

Asset	Description	Date In Service	Cost	Bus %	Sec 179	Bonus	Basis for Depr	PerConv Meth	Prior	Current
Prior MACRS:										
1	FURNITURE	6/07/06	2,738		X		0	7 HY 200DB	2,738	0
2	LAB EQUIPMENT	2/18/07	2,633		X		0	5 HY 200DB	2,633	0
3	LAB EQUIPMENT	11/25/07	829		X		0	5 HY 200DB	829	0
4	LAB EQUIPMENT	5/15/08	915		X	X	0	5 HY 200DB	915	0
7	COMPUTER	12/18/12	815		X	X	0	5 HY 200DB	815	0
8	LAPTOP (DELL)	11/27/17	1,538		X	X	0	5 HY 200DB	1,538	0
9	COMPUTER	2/02/18	672		X	X	0	5 HY 200DB	672	0
10	LAPTOP	2/23/18	1,397		X	X	0	5 HY 200DB	1,397	0
11	COMPUTER	3/08/18	3,265		X	X	0	5 HY 200DB	3,265	0
12	COMPUTER	5/08/18	511		X	X	0	5 HY 200DB	511	0
13	COMPUTER	6/11/18	324		X	X	0	5 HY 200DB	324	0
14	OFFICE EQUIPMENT	9/14/18	373		X	X	0	5 HY 200DB	373	0
15	OFFICE EQUIPMENT	9/14/18	3,081		X	X	0	5 HY 200DB	3,081	0
16	TELEVISION	5/09/18	448		X	X	0	7 HY 200DB	448	0
17	FURNITURE	9/14/18	2,997		X	X	0	7 HY 200DB	2,997	0
18	FURNITURE	10/02/18	951		X	X	0	7 HY 200DB	951	0
19	LAB EQUIPMENT	8/15/18	14,454		X	X	0	7 HY 200DB	14,454	0
20	FURNITURE	1/25/19	3,887		X	X	0	7 HY 200DB	3,887	0
21	FURNITURE	3/28/19	4,024		X	X	0	7 HY 200DB	4,024	0
22	LAB EQUIPMENT	1/11/19	876		X	X	0	5 HY 200DB	876	0
23	LAB EQUIPMENT	2/28/19	7,056		X	X	0	5 HY 200DB	7,056	0
24	LAB EQUIPMENT	3/28/19	4,007		X	X	0	5 HY 200DB	4,007	0
25	LAP TOP	1/04/19	1,025		X	X	0	5 HY 200DB	1,025	0
26	OFFICE EQUIPMENT	1/28/19	2,348		X	X	0	5 HY 200DB	2,348	0
27	MONITORS	2/22/19	3,198		X	X	0	5 HY 200DB	3,198	0
28	EQUIPMENT	4/24/19	1,151		X	X	0	5 HY 200DB	1,151	0
29	EQUIPMENT	7/10/19	3,307		X	X	0	5 HY 200DB	3,307	0
30	LAPTOP	11/29/19	1,059		X	X	0	5 HY 200DB	1,059	0
31	IMPROVEMENTS	3/12/19	37,826		X		0	39 MMS/L	37,826	0
32	OFFICE EQUIPMENT	11/02/20	1,429			X	0	7 HY 200DB	1,429	0
33	CI SYSTEMS	9/07/20	14,811			X	0	7 HY 200DB	14,811	0
34	EQUIPMENT	7/21/21	1,753			X	0	5 HY 200DB	1,753	0
38	MONITORS	7/28/22	2,120			X	0	5 HY 200DB	2,120	0
			<u>127,818</u>				<u>0</u>		<u>127,818</u>	<u>0</u>
Other Depreciation:										
35	FURNITURE AND FIXTURES	12/29/22	43,550				43,550	7 MO S/L	50	6,221
36	FURNITURE AND FIXTURES	12/29/22	21,604				21,604	7 MO S/L	25	3,086
37	FURNITURE & FIXTURES	10/01/22	65,000				65,000	7 MO S/L	2,321	9,286
39	Furniture	3/30/23	176,250				176,250	7 MO S/L	0	18,884
40	FURNITURE	10/01/23	26,745				26,745	7 MO S/L	0	955
41	FURNITURE	11/07/23	2,586				2,586	7 MO S/L	0	62
42	LAB EQUIPMENT	7/05/23	3,314				3,314	5 MO S/L	0	331
	Total Other Depreciation		<u>339,049</u>				<u>339,049</u>		<u>2,396</u>	<u>38,825</u>
	Total ACRS and Other Depreciation		<u>339,049</u>				<u>339,049</u>		<u>2,396</u>	<u>38,825</u>
	Grand Totals		466,867				339,049		130,214	38,825
	Less: Dispositions and Transfers		0				0		0	0
	Less: Start-up/Org Expense		0				0		0	0
	Net Grand Totals		<u>466,867</u>				<u>339,049</u>		<u>130,214</u>	<u>38,825</u>